## **Future-Fit** Business

**SCALA** 

## A Net Zero Supply Chain

Martin Rich Executive Director & Co-Founder, Future-Fit Foundation

#### What is future-fitness?

A Future-Fit<sup>®</sup> Society will protect the possibility that humans and other life can flourish on Earth forever.

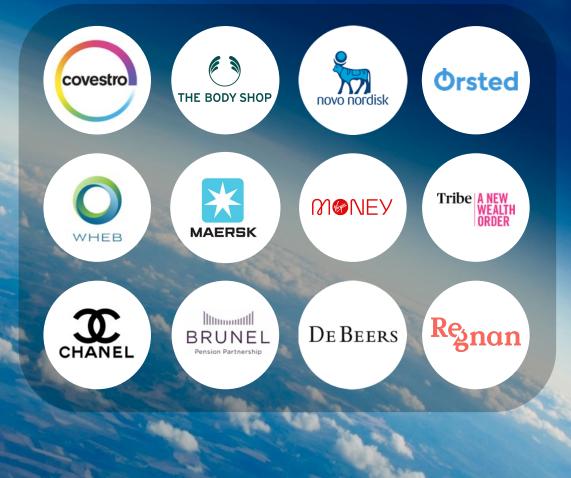
**Environmentally restorative** 

Socially just

**Economically inclusive** 

### Future-Fit Foundation

We translate systems science into <u>free tools</u> to help companies and investors respond effectively to today's biggest challenges



# **Poverty reduction**

8

Longer life expectancy

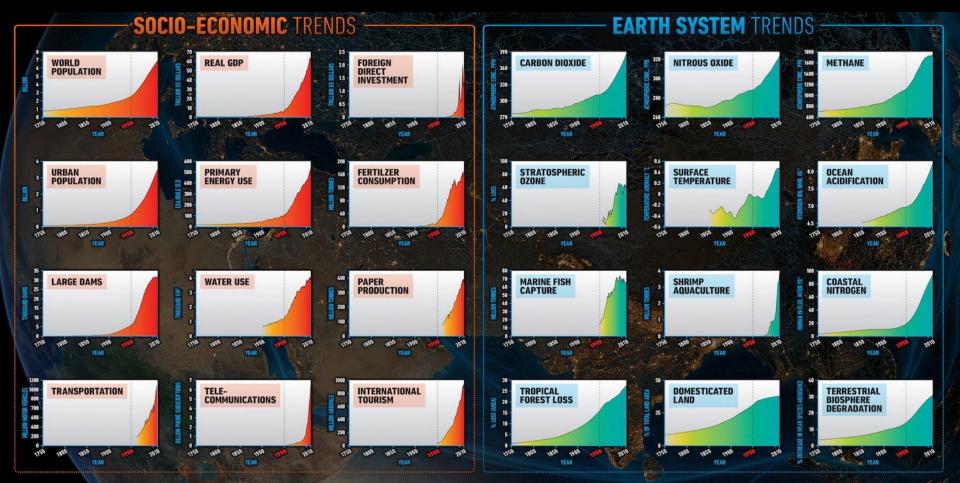
Reduced maternal mortality



"Oct 2018: Intergovernmental Panel on Climate Change (IPCC) issues a special report stating that in order to meet target of an increase of 1.5 degrees Celsius above pre-industrial levels, emissions must be halved by 2030, and we must be at net zero by 2050."



#### Where we are today



#### How can business respond to these issues?



#### Defensively (Shareholder Value)

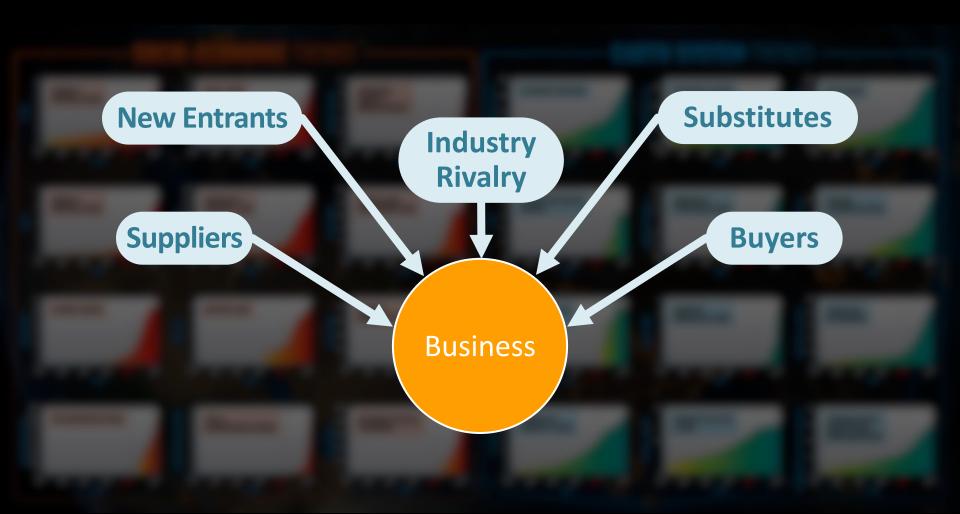
"We're already contributing to the SDGs because we create jobs, we're reducing year-on-year emissions, etc."

#### Selectively (Shared Value)

"We're positively impacting SDG 3 because we sell drugs / SDG 12 because we sell consumer goods / etc."

#### Holistically (System Value)

"We're transforming our business to solve a key SDG challenge, while working to ensure we're not slowing down progress elsewhere."



#### Environment

Society

Economy

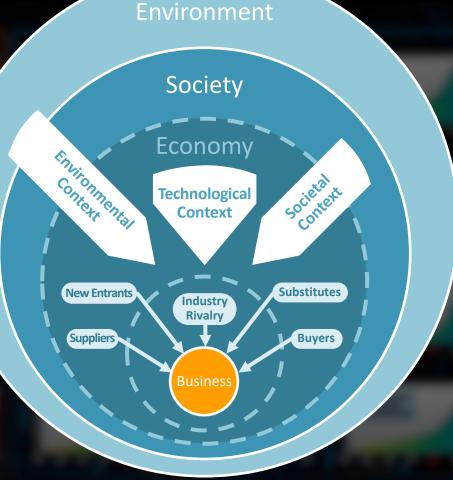
Technological Context societal

Environmentel

New Entrants Industry Rivalry Suppliers Buyers

Business

This is about enriching our systems intelligence to build a new kind of responsible, regenerative and resilient business



#### A blueprint for regenerative business

People have the capacity and opportunity to lead fulfilling lives

Our physical presence protects the health of ecosystems and communities

Natural resources are managed to safeguard communities, animals and ecosystems

The environment is free from *pollution* 

**Energy** is renewable and available to all

Water is responsibly sourced and available to all

Waste does not exist

Social norms, global governance and economic growth drive the pursuit of future-fitness

#### **Positive impact**

#### Any business may create positive impact itself

by taking action to foster wellbeing or restore the environment

Direct

**business** 

impact

Any business may

#### amplify the positive impact of others

by helping them take action to foster wellbeing or restore the environment

Every business must

#### eliminate its own negative impact

by avoiding all actions that undermine wellbeing or degrade the environment Any business may

## reduce the negative impact of others

by helping them avoid actions that undermine wellbeing or degrade the environment

#### **Negative impact**

Indirect business impact

#### **The Future-Fit Business Benchmark**



#### **Break-Even Goals**

Thresholds for safeguarding people and causing no harm A strategic management tool for building a regenerative business

Issue-specific information, guidance and KPIs

A disclosure framework for effective communication

Mapped to the SDGs and other frameworks, such as the EU Taxonomy

Negative impact

#### The big question for today...



## Thank you!

Martin Rich www.futurefitbusiness.org martin@futurefitbusiness.org
@futurefitmartin